



3014 (02-02-05)

ANNUAL REPORT

OF

Name: LANCASTER MUNICIPAL WATER UTILITY

Principal Office: 206 S. MADISON ST.
LANCASTER, WI 53813

For the Year Ended: DECEMBER 31, 2005

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: LANCASTER MUNICIPAL WATER UTILITY**Utility Address:** 206 S. MADISON ST.
LANCASTER, WI 53813**When was utility organized?** 12/31/1896**Report any change in name:****Effective Date:****Utility Web Site:** lancasterwisconsin.com

Utility employee in charge of correspondence concerning this report:

Name: MR DAVID A. KURIHARA**Title:** CITY CLERK/TREASURER**Office Address:**206 S. MADISON ST.
LANCASTER, WI 53813**Telephone:** (608) 723 - 7445**Fax Number:** (608) 723 - 4789**E-mail Address:** ctyclerk@pcii.net

President, chairman, or head of utility commission/board or committee:

Name: MR JEROME WEHRLE**Title:** MAYOR**Office Address:**206 S. MADISON ST.
LANCASTER, WI 53813**Telephone:** (608) 723 - 4246**Fax Number:** (608) 723 - 4789**E-mail Address:**

Are records of utility audited by individuals or firms, other than utility employee? YES

Individual or firm, if other than utility employee, auditing utility records:

Name: MR JAY BENNETT, CPA**Title:** MANAGER**Office Address:** JOHNSON BLOCK AND COMPANY, INC.229 HIGH STREET
MINERAL POINT, WI 53565**Telephone:** (608) 987 - 2206**Fax Number:** (608) 987 - 3391**E-mail Address:** jbennett@johnsonblock.com**Date of most recent audit report:** 6/22/2005**Period covered by most recent audit:** 1/1/2004-12/31/2004

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: MR JERRY CARROLL**Title:** DIRECTOR OF PUBLIC WORKS**Office Address:**206 S. MADISON ST.
LANCASTER, WI 53813**Telephone:** (608) 723 - 7543**Fax Number:** (608) 723 - 4789**E-mail Address:** jcarroll@pcii.net

Name of utility commission/committee: CITY OF LANCASTER COMMON COUNCIL

Names of members of utility commission/committee:MR JEROME WEHRLE, MAYOR

Is sewer service rendered by the utility? YES**If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes?** NO**Date of Ordinance:****Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)?** NO

Provide the following information regarding the provider(s) of contract services:

Firm Name: JOHNSON BLOCK AND COMPANY, INC.

229 HIGH ST.

MINERAL POINT, WI 53565

Contact Person: MR JAY H BENNETT, CPA**Title:** MANAGER**Telephone:** (608) 987 - 2206**Fax Number:** (608) 987 - 3391**E-mail Address:** jbennett@johnsonblock.com

Contract/Agreement beginning-ending dates: 1/1/2005 12/31/2005**Provide a brief description of the nature of Contract Operations being provided:**

Audit of Financial Records

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	889,270	882,116	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	368,527	317,569	2
Depreciation Expense (403)	114,388	111,893	3
Amortization Expense (404-407)	0	0	4
Taxes (408)	109,765	109,666	5
Total Operating Expenses	592,680	539,128	
Net Operating Income	296,590	342,988	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	296,590	342,988	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Income from Nonutility Operations (417)	0	0	8
Nonoperating Rental Income (418)	0	0	9
Interest and Dividend Income (419)	14,732	4,794	10
Miscellaneous Nonoperating Income (421)	0	3,515	11
Total Other Income	14,732	8,309	
Total Income	311,322	351,297	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	(7,156)	(7,156)	12
Other Income Deductions (426)	14,526	14,526	13
Total Miscellaneous Income Deductions	7,370	7,370	
Income Before Interest Charges	303,952	343,927	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	114,967	123,667	14
Amortization of Debt Discount and Expense (428)	3,923	24,051	15
Amortization of Premium on Debt--Cr. (429)	0	0	16
Interest on Debt to Municipality (430)	0	0	17
Other Interest Expense (431)	0	0	18
Interest Charged to Construction--Cr. (432)	0	0	19
Total Interest Charges	118,890	147,718	
Net Income	185,062	196,209	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	2,718,246	2,522,037	20
Balance Transferred from Income (433)	185,062	196,209	21
Miscellaneous Credits to Surplus (434)	0	0	22
Miscellaneous Debits to Surplus--Debit (435)	0	0	23
Appropriations of Surplus--Debit (436)	0	0	24
Appropriations of Income to Municipal Funds--Debit (439)	0	0	25
Total Unappropriated Earned Surplus End of Year (216)	2,903,308	2,718,246	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	889,270		889,270	1
Total (Acct. 400):	889,270	0	889,270	
Operation and Maintenance Expense (401-402):				
Derived	368,527		368,527	2
Total (Acct. 401-402):	368,527	0	368,527	
Depreciation Expense (403):				
Derived	114,388		114,388	3
Total (Acct. 403):	114,388	0	114,388	
Amortization Expense (404-407):				
Derived	0		0	4
Total (Acct. 404-407):	0	0	0	
Taxes (408):				
Derived	109,765		109,765	5
Total (Acct. 408):	109,765	0	109,765	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	296,590	0	296,590	

OTHER INCOME**Income from Merchandising, Jobbing and Contract Work (415-416):**

Derived	0		0	8
Total (Acct. 415-416):	0	0	0	

Income from Nonutility Operations (417):

NONE	0		0	9
Total (Acct. 417):	0	0	0	

Nonoperating Rental Income (418):

NONE	0		0	10
Total (Acct. 418):	0	0	0	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Interest and Dividend Income (419):			
INTEREST ON INVESTMENTS	14,732	0	14,732 11
Total (Acct. 419):	14,732	0	14,732
Miscellaneous Nonoperating Income (421):			
Contributed Plant - Water			0 12
NONE	0	0	0 13
Total (Acct. 421):	0	0	0
TOTAL OTHER INCOME:	14,732	0	14,732

MISCELLANEOUS INCOME DEDUCTIONS

Miscellaneous Amortization (425):			
Regulatory Liability (253) Amortization	(7,156)		(7,156) 14
NONE	0	0	0 15
Total (Acct. 425):	(7,156)	0	(7,156)
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water		14,526	14,526 16
NONE	0	0	0 17
Total (Acct. 426):	0	14,526	14,526
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	(7,156)	14,526	7,370

INTEREST CHARGES**Interest on Long-Term Debt (427):**

Derived	114,967		114,967 18
Total (Acct. 427):	114,967	0	114,967

Amortization of Debt Discount and Expense (428):

2001 TAXABLE REVENUE BOND ANTICIPATION NOTES	1,770		1,770 19
2004 REVENUE BONDS	2,153		2,153 20
Total (Acct. 428):	3,923	0	3,923

Amortization of Premium on Debt--Cr. (429):

NONE	0		0 21
Total (Acct. 429):	0	0	0

Interest on Debt to Municipality (430):

Derived	0		0 22
Total (Acct. 430):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Income from Nonutility Operations, Account 417.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Other Interest Expense (431):			
Derived	0		0 23
Total (Acct. 431):	0	0	0
Interest Charged to Construction--Cr. (432):			
NONE	0		0 24
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	118,890	0	118,890
NET INCOME:	199,588	(14,526)	185,062
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	2,196,857	521,389	2,718,246 25
Total (Acct. 216):	2,196,857	521,389	2,718,246
Balance Transferred from Income (433):			
Derived	199,588	(14,526)	185,062 26
Total (Acct. 433):	199,588	(14,526)	185,062
Miscellaneous Credits to Surplus (434):			
NONE	0	0	0 27
Total (Acct. 434):	0	0	0
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 28
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 29
Total (Acct. 436)--Debit:	0	0	0
Appropriations of Income to Municipal Funds--Debit (439):			
NONE	0	0	0 30
Total (Acct. 439)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	2,396,445	506,863	2,903,308

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs & Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	889,270	0	0	0	889,270	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents	0	0		0	0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	889,270	0	0	0	889,270	

DISTRIBUTION OF TOTAL PAYROLL

1. Amounts charged to Utility Financed and to Contributed Plant accounts should be combined and reported in plant or accumulated depreciation accounts.
2. Amount originally charged to clearing accounts as shown in column (b) should be shown as finally distributed in column (c).
3. The amount for clearing accounts in column (c) is entered as a negative for account "Clearing Accounts" and the distributions to accounts on all other lines in column (c) will be positive with the total of column (c) being zero.
4. Provide additional information in the schedule footnotes when necessary.

Accounts Charged (a)	Direct Payroll Distribution (b)	Allocation of Amounts Charged Clearing Accts. (c)	Total (d)	
Water operating expenses	119,214		119,214	1
Electric operating expenses			0	2
Gas operating expenses			0	3
Heating operating expenses			0	4
Sewer operating expenses			0	5
Merchandising and jobbing			0	6
Other nonutility expenses			0	7
Water utility plant accounts	1,356		1,356	8
Electric utility plant accounts			0	9
Gas utility plant accounts			0	10
Heating utility plant accounts			0	11
Sewer utility plant accounts			0	12
Accum. prov. for depreciation of water plant			0	13
Accum. prov. for depreciation of electric plant			0	14
Accum. prov. for depreciation of gas plant			0	15
Accum. prov. for depreciation of heating plant			0	16
Accum. prov. for depreciation of sewer plant			0	17
Clearing accounts			0	18
All other accounts			0	19
Total Payroll	120,570	0	120,570	

FULL-TIME EMPLOYEES (FTE)

Use FTE numbers where FTE stands for full-time employees or full-time equivalency. FTE can be computed by using total hours worked/2080 hours for a fiscal year. Estimate to the nearest tenth. If an employee works part time for more than one industry then determine FTE based on estimate of hours worked per industry.

Example: An employee worked 35% of their time on electric jobs, 30% on water jobs, 20% on sewer jobs and 15% on municipal nonutility jobs. The FTE by industry would be .4 for electric, .3 for water and .2 for sewer.

Industry (a)	FTE (b)	
Water	3	1
Electric		2
Gas		3
Sewer		4

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	6,516,781	6,280,860	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	1,663,566	1,563,661	2
Net Utility Plant	4,853,215	4,717,199	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	5
Other Investments (124)	0	0	6
Special Funds (125)	736,946	313,426	7
Total Other Property and Investments	736,946	313,426	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	416,391	528,872	8
Temporary Cash Investments (132)		0	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	86,424	77,614	11
Other Accounts Receivable (143)	3,970	4,354	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	0	0	14
Materials and Supplies (150)	27,534	27,892	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)			17
Total Current and Accrued Assets	534,319	638,732	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	15,440	19,363	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	27,492	45,641	20
Total Deferred Debits	42,932	65,004	
Total Assets and Other Debits	6,167,412	5,734,361	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	272,083	272,083	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	2,903,308	2,718,246	23
Total Proprietary Capital	3,175,391	2,990,329	
LONG-TERM DEBT			
Bonds (221)	2,250,000	2,400,000	24
Advances from Municipality (223)	0	0	25
Other Long-Term Debt (224)	385,000	0	26
Total Long-Term Debt	2,635,000	2,400,000	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	11,409	13,915	28
Payables to Municipality (233)	0	0	29
Customer Deposits (235)			30
Taxes Accrued (236)	0	0	31
Interest Accrued (237)	39,084	38,084	32
Other Current and Accrued Liabilities (238)	155,022	149,822	33
Total Current and Accrued Liabilities	205,515	201,821	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)			35
Other Deferred Credits (253)	151,506	142,211	36
Total Deferred Credits	151,506	142,211	
OPERATING RESERVES			
Property Insurance Reserve (261)			37
Injuries and Damages Reserve (262)			38
Pensions and Benefits Reserve (263)			39
Miscellaneous Operating Reserves (265)			40
Total Operating Reserves	0	0	
Total Liabilities and Other Credits	6,167,412	5,734,361	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	6,280,860	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (101.1)	5,823,326	0	0	0	2
Utility Plant in Service - Contributed Plant (101.2)	693,455	0	0	0	3
Utility Plant Purchased or Sold (102)					4
Utility Plant in Process of Reclassification (103)					5
Utility Plant Leased to Others (104)					6
Property Held for Future Use (105)					7
Completed Construction not Classified (106)					8
Construction Work in Progress (107)					9
Utility Plant Acquisition Adjustments (108)					10
Other Utility Plant Adjustments (109)					11
Total Utility Plant	6,516,781	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	1,476,974	0	0	0	12
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	186,592	0	0	0	13
Total Accumulated Provision	1,663,566	0	0	0	
Net Utility Plant	4,853,215	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	1,391,595				1,391,595	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	114,388				114,388	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	4,915				4,915	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage	154				154	10
Other credits (specify):						11
Insurance Proceeds	3,273				3,273	12
					0	13
					0	14
					0	15
Total credits	122,730	0	0	0	122,730	16
Debits during year						17
Book cost of plant retired	37,351				37,351	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	37,351	0	0	0	37,351	25
Balance end of year (110.1)	1,476,974	0	0	0	1,476,974	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.10%					28

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 110.2)

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	172,066				172,066	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	14,526				14,526	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
					0	13
					0	14
					0	15
Total credits	14,526	0	0	0	14,526	16
Debits during year						17
Book cost of plant retired	0				0	18
Cost of removal					0	19
Other debits (specify):						20
					0	21
					0	22
					0	23
					0	24
Total debits	0	0	0	0	0	25
Balance end of year (110.1)	186,592	0	0	0	186,592	26
Composite Depreciation Rate?	Yes					27
If yes, what is the rate?	2.10%					28

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	0	0	0	0	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)	
Electric Utility							
Fuel for generation					0	0	1
Other					0	0	2
Total Electric Utility					0	0	

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility	27,534	27,892	2
Sewer utility		0	3
Gas utility		0	4
Merchandise		0	5
Other materials & supplies		0	6
Total Materials and Supplies	27,534	27,892	

UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT (ACCTS. 181 AND 251)

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
2001 TAXABLE REVENUE BOND ANTICIPATION NOTES	1,770	428	718	1
2004 REVENUE BONDS	2,153	428	14,722	2
Total			15,440	
Unamortized premium on debt (251)				
NONE				3
Total			0	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	272,083	1
Changes during year (explain):		
NONE		2
Balance end of year	272,083	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)	
2004 REVENUE BONDS	08/30/2004	09/01/2017	4.37%	2,250,000	1
Total Bonds (Account 221):				2,250,000	

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Other Long-Term Debt (224)					
2005 GENERAL OBLIGATION NOTE	09/30/2005	09/15/2015	3.80%	385,000	1
Total for Account 224				385,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	109,765	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
NONE		5
Total Accruals and other credits	109,765	
Taxes paid during year:		
County, state and local taxes	99,878	6
Social Security taxes	9,037	7
PSC Remainder Assessment	850	8
Other (explain):		
NONE		9
Total payments and other debits	109,765	
Balance end of year	0	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0	0		0	1
2004 REVENUE BONDS	34,484	102,339	103,167	33,656	2
2001 TAXABLE REVENUE BOND ANTICIPATION NOTES	3,600	9,033	10,800	1,833	3
Subtotal	38,084	111,372	113,967	35,489	
Advances from Municipality (223)					
NONE	0			0	4
Subtotal	0	0	0	0	
Other Long-Term Debt (224)					
2005 GENERAL OBLIGATION NOTES	0	3,595		3,595	5
Subtotal	0	3,595	0	3,595	
Notes Payable (231)					
NONE	0			0	6
Subtotal	0	0	0	0	
Total	38,084	114,967	113,967	39,084	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
BOND DEPRECIATION	26,436	3
BOND REDEMPTION	323,600	4
BOND CONSTRUCTION	386,910	5
Total (Acct. 125):	736,946	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	86,424	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	86,424	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		11
Merchandising, jobbing and contract work		12
Other (specify):		
2005 TAX ROLL ITEMS	3,970	13
Total (Acct. 143):	3,970	
Receivables from Municipality (145):		
NONE		14
Total (Acct. 145):	0	
Prepayments (165):		
NONE		15
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		16
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Other Deferred Debits (183):		
WELL NO. 1 STUDY/APRIL 5, 2000 AUTH. LETTER	7,302	17
WELL NO. 3 REHAB./MARCH 17, 2005 AUTH. LETTER	20,190	18
Total (Acct. 183):	27,492	
Payables to Municipality (233):		
NONE		19
Total (Acct. 233):	0	
Other Deferred Credits (253):		
Regulatory Liability	128,811	20
NONE		21
VESTED VACATION	7,510	22
VESTED SICK LEAVE	15,185	23
Total (Acct. 253):	151,506	

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include contributed plant in service, property held for future use, or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (101.1)	5,705,365	0	0	0	5,705,365	1
Materials and Supplies	27,713	0	0	0	27,713	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	1,434,284	0	0	0	1,434,284	4
Customer Advances for Construction					0	5
Regulatory Liability	132,389	0	0	0	132,389	6
NONE					0	7
Average Net Rate Base	4,166,405	0	0	0	4,166,405	
Net Operating Income	296,590	0	0	0	296,590	8
Net Operating Income as a percent of						
Average Net Rate Base	7.12%	N/A	N/A	N/A	7.12%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

NONE

**REGULATORY LIABILITY - PRE-2003 HISTORICAL
ACCUMULATED DEPRECIATION ON CONTRIBUTED UTILITY
PLANT (253)**

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Balance First of Year	135,967	0	0	0	135,967	1
Add credits during year:						
NONE					0	2
Deduct charges:						
Miscellaneous Amortization (425)	7,156	0	0	0	7,156	3
Other (specify):						
NONE					0	4
Balance End of Year	128,811	0	0	0	128,811	

FINANCIAL SECTION FOOTNOTES

Balance Sheet End-of-Year Account Balances (Page F-19)

Other Deferred Debits (Acct 183): amortization requires PSC authorization. Provide date of authorization.

Well No. 1 Rehab.-April 5, 2000 Auth. Letter.

Well No. 3 Rehab.-March 17, 2005 Auth. Letter.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	880,349	873,339	1
Total Sales of Water	880,349	873,339	
Other Operating Revenues			
Forfeited Discounts (470)	1,487	1,342	2
Miscellaneous Service Revenues (471)	460	451	3
Rents from Water Property (472)	0	0	4
Interdepartmental Rents (473)	0	0	5
Other Water Revenues (474)	6,974	6,984	6
Total Other Operating Revenues	8,921	8,777	
Total Operating Revenues	889,270	882,116	
Operation and Maintenance Expenses			
Source of Supply Expenses (600-605)	969	2,066	7
Pumping Expenses (620-625)	131,240	113,096	8
Water Treatment Expenses (630-635)	23,212	18,883	9
Transmission and Distribution Expenses (640-655)	68,577	69,973	10
Customer Accounts Expenses (901-904)	23,018	20,789	11
Sales Expenses (910)	0	0	12
Administrative and General Expenses (920-935)	121,511	92,762	13
Total Operation and Maintenance Expenses	368,527	317,569	
Other Operating Expenses			
Depreciation Expense (403)	114,388	111,893	14
Amortization Expense (404-407)		0	15
Taxes (408)	109,765	109,666	16
Total Other Operating Expenses	224,153	221,559	
Total Operating Expenses	592,680	539,128	
NET OPERATING INCOME	296,590	342,988	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential	0			1
Commercial	0			2
Industrial	0			3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	1,479	71,882	303,338	4
Commercial	195	30,815	79,485	5
Industrial	11	133,938	208,720	6
Total Metered Sales to General Customers (461)	1,685	236,635	591,543	
Private Fire Protection Service (462)	9		6,888	7
Public Fire Protection Service (463)	1		233,848	8
Other Sales to Public Authorities (464)	33	17,200	48,070	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	1,728	253,835	880,349	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------------	--	--	-------------------------------

NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	233,848	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	233,848	
Forfeited Discounts (470):		
Customer late payment charges	1,487	5
Other (specify):		
NONE		6
Total Forfeited Discounts (470)	1,487	
Miscellaneous Service Revenues (471):		
RECONNECTION FEES	460	7
Total Miscellaneous Service Revenues (471)	460	
Rents from Water Property (472):		
NONE		8
Total Rents from Water Property (472)	0	
Interdepartmental Rents (473):		
NONE		9
Total Interdepartmental Rents (473)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	6,974	10
Other (specify):		
NONE		11
Total Other Water Revenues (474)	6,974	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 25 percent, but not less than \$5,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
SOURCE OF SUPPLY EXPENSES			
Operation Labor (600)	146	69	1
Purchased Water (601)		0	2
Operation Supplies and Expenses (602)		0	3
Maintenance of Water Source Plant (605)	823	1,997	4
Total Source of Supply Expenses	969	2,066	
PUMPING EXPENSES			
Operation Labor (620)	13,250	16,373	5
Fuel for Power Production (621)		0	6
Fuel or Power Purchased for Pumping (622)	69,294	61,446	7
Operation Supplies and Expenses (623)	24,128	13,423	8
Maintenance of Pumping Plant (625)	24,568	21,854	9
Total Pumping Expenses	131,240	113,096	
WATER TREATMENT EXPENSES			
Operation Labor (630)	3,913	3,786	10
Chemicals (631)	13,565	11,983	11
Operation Supplies and Expenses (632)	5,734	3,114	12
Maintenance of Water Treatment Plant (635)		0	13
Total Water Treatment Expenses	23,212	18,883	
TRANSMISSION AND DISTRIBUTION EXPENSES			
Operation Labor (640)	25,143	27,255	14
Operation Supplies and Expenses (641)	5,512	4,962	15
Maintenance of Distribution Reservoirs and Standpipes (650)	1,880	505	16
Maintenance of Mains (651)	13,437	12,675	17
Maintenance of Services (652)	6,836	10,565	18
Maintenance of Meters (653)	6,663	6,138	19
Maintenance of Hydrants (654)	9,106	7,873	20
Maintenance of Other Plant (655)		0	21
Total Transmission and Distribution Expenses	68,577	69,973	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 25 percent, but not less than \$5,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
CUSTOMER ACCOUNTS EXPENSES			
Meter Reading Labor (901)	4,182	1,512	22
Accounting and Collecting Labor (902)	16,631	16,784	23
Supplies and Expenses (903)	2,205	2,493	24
Uncollectible Accounts (904)		0	25
Total Customer Accounts Expenses	23,018	20,789	
SALES EXPENSES			
Sales Expenses (910)		0	26
Total Sales Expenses	0	0	
ADMINISTRATIVE AND GENERAL EXPENSES			
Administrative and General Salaries (920)	30,153	27,876	27
Office Supplies and Expenses (921)	16,201	12,131	28
Administrative Expenses Transferred--Credit (922)		0	29
Outside Services Employed (923)	2,325	2,657	30
Property Insurance (924)	9,271	7,613	31
Injuries and Damages (925)		0	32
Employee Pensions and Benefits (926)	58,485	35,691	33
Regulatory Commission Expenses (928)		0	34
Miscellaneous General Expenses (930)	5,076	6,794	35
Transportation Expenses (933)		0	36
Maintenance of General Plant (935)		0	37
Total Administrative and General Expenses	121,511	92,762	
Total Operation and Maintenance Expenses	368,527	317,569	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		101,604	101,604	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department		1,726	1,867	2
Net property tax equivalent		99,878	99,737	
Social Security		9,037	8,909	3
PSC Remainder Assessment		850	1,020	4
Other (specify): NONE			0	5
Total tax expense		109,765	109,666	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Grant				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.255582				3
County tax rate	mills		5.166559				4
Local tax rate	mills		7.547095				5
School tax rate	mills		10.674277				6
Voc. school tax rate	mills		2.433507				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		26.077020				10
Less: state credit	mills		1.770170				11
Net tax rate	mills		24.306850				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		7.547095				14
Combined School Tax Rate	mills		13.107784				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		20.654879				17
Total Tax Rate	mills		26.077020				18
Ratio of Local and School Tax to Total	dec.		0.792072				19
Total tax net of state credit	mills		24.306850				20
Net Local and School Tax Rate	mills		19.252777				21
Utility Plant, Jan. 1	\$	6,280,860	6,280,860				22
Materials & Supplies	\$	27,892	27,892				23
Subtotal	\$	6,308,752	6,308,752				24
Less: Plant Outside Limits	\$	385,980	385,980				25
Taxable Assets	\$	5,922,772	5,922,772				26
Assessment Ratio	dec.		0.733934				27
Assessed Value	\$	4,346,924	4,346,924				28
Net Local & School Rate	mills		19.252777				29
Tax Equiv. Computed for Current Year	\$	83,690	83,690				30
Tax Equivalent per 1994 PSC Report	\$	101,604					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	101,604					34

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	20,287		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	441,946		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	462,233	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	449,944		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	167,971	25,255	17
Diesel Pumping Equipment (326)	17,243		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	68,085		20
Total Pumping Plant	703,243	25,255	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	15,867		23
Total Water Treatment Plant	15,867	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	<u>0</u>	<u>0</u>	<u>0</u>	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			20,287	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			441,946	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	<u>0</u>	<u>0</u>	<u>462,233</u>	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)			449,944	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)	5,000		188,226	17
Diesel Pumping Equipment (326)			17,243	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			68,085	20
Total Pumping Plant	<u>5,000</u>	<u>0</u>	<u>723,498</u>	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			15,867	23
Total Water Treatment Plant	<u>0</u>	<u>0</u>	<u>15,867</u>	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	4,008		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	524,372		26
Transmission and Distribution Mains (343)	2,540,914	177,404	27
Fire Mains (344)	0		28
Services (345)	517,676	37,840	29
Meters (346)	241,505	13,277	30
Hydrants (348)	272,433	17,363	31
Other Transmission and Distribution Plant (349)	23		32
Total Transmission and Distribution Plant	4,100,931	245,884	
GENERAL PLANT			
Land and Land Rights (389)	1,700		33
Structures and Improvements (390)	55,813		34
Office Furniture and Equipment (391)	4,750	2,133	35
Computer Equipment (391.1)	37,209		36
Transportation Equipment (392)	73,600		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	63,454		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	68,605		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	305,131	2,133	
Total utility plant in service directly assignable	5,587,405	273,272	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	5,587,405	273,272	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			4,008	24
Structures and Improvements (341)			0	25
Distribution Reservoirs and Standpipes (342)			524,372	26
Transmission and Distribution Mains (343)	17,318		2,701,000	27
Fire Mains (344)			0	28
Services (345)	2,640		552,876	29
Meters (346)	4,760		250,022	30
Hydrants (348)	2,500		287,296	31
Other Transmission and Distribution Plant (349)			23	32
Total Transmission and Distribution Plant	27,218	0	4,319,597	
GENERAL PLANT				
Land and Land Rights (389)			1,700	33
Structures and Improvements (390)			55,813	34
Office Furniture and Equipment (391)	2,133		4,750	35
Computer Equipment (391.1)			37,209	36
Transportation Equipment (392)			73,600	37
Stores Equipment (393)			0	38
Tools, Shop and Garage Equipment (394)	3,000		60,454	39
Laboratory Equipment (395)			0	40
Power Operated Equipment (396)			68,605	41
Communication Equipment (397)			0	42
SCADA Equipment (397.1)			0	43
Miscellaneous Equipment (398)			0	44
Other Tangible Property (399)			0	45
Total General Plant	5,133	0	302,131	
Total utility plant in service directly assignable	37,351	0	5,823,326	
Common Utility Plant Allocated to Water Department				0 46
Total utility plant in service	37,351	0	5,823,326	

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	0		8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	0	0	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	0		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	0		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	0	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	0	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)			0 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	0	0
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)			0 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)			0 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	0	0
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	0

WATER UTILITY PLANT IN SERVICE

--Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$50,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 372.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	0		26
Transmission and Distribution Mains (343)	519,505		27
Fire Mains (344)	0		28
Services (345)	124,317		29
Meters (346)	0		30
Hydrants (348)	49,633		31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	693,455	0	
GENERAL PLANT			
Land and Land Rights (389)	0		33
Structures and Improvements (390)	0		34
Office Furniture and Equipment (391)	0		35
Computer Equipment (391.1)	0		36
Transportation Equipment (392)	0		37
Stores Equipment (393)	0		38
Tools, Shop and Garage Equipment (394)	0		39
Laboratory Equipment (395)	0		40
Power Operated Equipment (396)	0		41
Communication Equipment (397)	0		42
SCADA Equipment (397.1)	0		43
Miscellaneous Equipment (398)	0		44
Other Tangible Property (399)	0		45
Total General Plant	0	0	
Total utility plant in service directly assignable	693,455	0	
Common Utility Plant Allocated to Water Department	0		46
Total utility plant in service	693,455	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)			0 26
Transmission and Distribution Mains (343)			519,505 27
Fire Mains (344)			0 28
Services (345)			124,317 29
Meters (346)			0 30
Hydrants (348)			49,633 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	0	693,455
GENERAL PLANT			
Land and Land Rights (389)			0 33
Structures and Improvements (390)			0 34
Office Furniture and Equipment (391)			0 35
Computer Equipment (391.1)			0 36
Transportation Equipment (392)			0 37
Stores Equipment (393)			0 38
Tools, Shop and Garage Equipment (394)			0 39
Laboratory Equipment (395)			0 40
Power Operated Equipment (396)			0 41
Communication Equipment (397)			0 42
SCADA Equipment (397.1)			0 43
Miscellaneous Equipment (398)			0 44
Other Tangible Property (399)			0 45
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	0	693,455
Common Utility Plant Allocated to Water Department			0 46
Total utility plant in service	0	0	693,455

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			19,892	19,892	1
February			17,708	17,708	2
March			20,264	20,264	3
April			22,591	22,591	4
May			21,961	21,961	5
June			26,346	26,346	6
July			29,253	29,253	7
August			27,879	27,879	8
September			26,558	26,558	9
October			24,752	24,752	10
November			22,032	22,032	11
December			19,890	19,890	12
Total annual pumpage	0	0	279,126	279,126	
Less: Water sold				253,835	13
Volume pumped but not sold				25,291	14
Volume sold as a percent of volume pumped				91%	15
Volume used for water production, water quality and system maintenance				3,608	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				3,608	19
Volume pumped but unaccounted for				21,683	20
Percent of water lost				8%	21
If more than 25%, indicate causes:					22
If more than 25%, state what action has been taken to reduce water loss:					23
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				1,397	24
Date of maximum: 4/5/2005					25
Cause of maximum:					26
Water Main Break					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				352	27
Date of minimum: 2/26/2005					28
Total KWH used for pumping for the year				789,808	29
If water is purchased: Vendor Name:					30
Point of Delivery:					31

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
9670 OLD COUNTY K	Well #1	1,774	12	864,000	Yes	1
140 E. CHERRY ST	Well #2	1,701	13	1,123,200	Yes	2
930 ROBIN ST	Well #3	1,800	12	1,584,000	Yes	3

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	WELL #1	WELL #1 BOOSTER PUMP	WELL #2	1
Location	9760 OLD COUNTY K	9760 OLD COUNTY K	140 E. CHERRY ST	2
Purpose	P	B	P	3
Destination	R	D	D	4
Pump Manufacturer	PEERLESS	UNKNOWN	PEERLESS	5
Year Installed	1994	1959	1969	6
Type	SUBMERSIBLE	CENTRIFUGAL	VERTICAL TURBINE	7
Actual Capacity (gpm)	600	800	860	8
Pump Motor or Standby Engine Mfr	FRANKLIN	U.S. MOTOR	U.S. MOTOR	9 10
Year Installed	1994	1959	1969	11
Type	ELECTRIC	ELECTRIC	ELECTRIC	12
Horsepower	100	50	150	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification	WELL #3	WELL #3 STANDBY		14
Location	930 ROBIN ST.	930 ROBIN ST.		15
Purpose	P	S		16
Destination	R	D		17
Pump Manufacturer	U.S. MOTOR	LAYNE		18
Year Installed	1998	1996		19
Type	OTHER	OTHER		20
Actual Capacity (gpm)	1,100	1,100		21
Pump Motor or Standby Engine Mfr	U.S. MOTOR	CATERPILLAR		22 23
Year Installed	1998	1996		24
Type	ELECTRIC	NATURAL GAS		25
Horsepower	250	250		26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	RESERVOIR	WATERTOWER	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
			3
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R	ET	4
			5
Year constructed	1947	1976	6
			7
Primary material (earthen, steel, concrete, other)	CONCRETE	STEEL	8
			9
Elevation difference in feet (See Headnote 3.)	165	165	10
			11
Total capacity in gallons (actual)	350,000	500,000	12
WATER TREATMENT PLANT			13
Disinfection, type of equipment (gas, liquid, powder, other)	LIQUID		14
			15
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		16
			17
Filters, type (gravity, pressure, other, none)	NONE		18
			19
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.0000		20
			21
Is a corrosion control chemical used (yes, no)?	Y		22
			23
Is water fluoridated (yes, no)?	Y		24
			25

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	2.000	1,466	0	0	0	1,466	1
P	D	2.000	265	0	0	0	265	2
M	D	4.000	30,968	0	1,973	0	28,995	3
P	D	4.000	600	0	0	0	600	4
A	D	6.000	610	0	0	0	610	5
M	D	6.000	33,887	162	685	0	33,364	6
P	D	6.000	1,818	0	0	0	1,818	7
M	D	8.000	45,147	2,496	0	0	47,643	8
P	D	8.000	13,326	0	0	0	13,326	9
P	D	10.000	3,240	0	0	0	3,240	10
M	D	12.000	14,302	0	0	0	14,302	11
P	D	12.000	16,060	0	0	0	16,060	12
Total Within Municipality			161,689	2,658	2,658	0	161,689	
P	D	6.000	5,320	0	0	0	5,320	13
M	D	8.000	8,000	0	0	0	8,000	14
P	D	8.000	13	0	0	0	13	15
M	D	12.000	560	0	0	0	560	16
P	D	12.000	7,903	0	0	0	7,903	17
Total Outside of Municipality			21,796	0	0	0	21,796	
Total Utility			183,485	2,658	2,658	0	183,485	

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	1,514	1	34	0	1,481		1
M	1.000	235	33	0	0	268	16	2
M	1.250	30	0	0	0	30		3
M	1.500	17	0	0	0	17		4
M	2.000	21	1	0	0	22	1	5
M	4.000	12	0	0	0	12		6
M	6.000	2	0	0	0	2		7
P	8.000	6	0	0	0	6		8
Total Utility		1,837	35	34	0	1,838	17	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	1,937	117	66	0	1,988	151	1
0.750	0	0	0	0	0	0	2
1.000	37	0	2	0	35	6	3
1.250	0	0	0	0	0	0	4
1.500	15	0	0	0	15	8	5
2.000	25	2	0	0	27	11	6
3.000	13	0	0	0	13	7	7
4.000	8	0	0	0	8	3	8
6.000	0	0	0	0	0	0	9
8.000	4	0	0	0	4	0	10
Total:	2,039	119	68	0	2,090	186	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	1,650	178	8	15	0	137	1,988	1
0.750	0	0	0	0	0	0	0	2
1.000	0	26	1	7	0	1	35	3
1.250	0	0	0	0	0	0	0	4
1.500	0	5	0	9	0	1	15	5
2.000	0	11	3	6	7	0	27	6
3.000	0	0	1	10	1	1	13	7
4.000	0	0	2	4	0	2	8	8
6.000	0	0	0	0	0	0	0	9
8.000	0	0	0	0	3	1	4	10
Total:	1,650	220	15	51	11	143	2,090	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	17				17	1
Within Municipality	247	6	5		248	2
Total Fire Hydrants	264	6	5	0	265	
Flushing Hydrants						
	1				1	3
Total Flushing Hydrants	1	0	0	0	1	

NR811.08(5) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of hydrants operated during year:	265
Number of distribution system valves end of year:	726
Number of distribution valves operated during year:	50

WATER OPERATING SECTION FOOTNOTES

Other Operating Revenues (Water) (Page W-04)

Please explain amounts in Account 474 in excess of \$5,000, including like items grouped. Please provide, for example, a short list or detail using other than terms such as "other revenues" "general" "miscellaneous" or repeating the account title.

Done.

Water Operation & Maintenance Expenses (Page W-05)

General footnotes

Monthly Billing-Utility changed its method of reading quarterly and billing monthly to reading and billing monthly.

For values that represent an increase or a decrease when compared to the previous year of greater than 25%, but not less \$5,000, please explain.

Pumping Expenses

A/C 623-Incurred \$7,913 expense in 2005 for services performed to inspect Well# 1 submersible pump.

Administrative and General Expenses

A/C 926-2005 balance contains a \$5,000 increase in health insurance expense and an additional \$15,185 expense for accrual of sick leave benefits to be paid at retirement.

Water Mains (Page W-17)

If Added During Year column total is greater than zero, please explain financing following the criteria listed in the schedule headnote No. 5.

- a. Additons financed by G.O. Debt 9/30/2005.
 - b. None.
 - c. None.
-

Water Services (Page W-18)

General footnotes

City installed a 2" service at community playground for future service.

If net additions are greater than zero, please explain financing by following criteria listed in schedule headnote No. 3.

- a. Additions financed by G.O. Debt 9/30/2005 except 1-3/4" service financed by operating cash.
 - b. None.
 - c. None.
 - d. None.
-

Meters (Page W-19)

Explain program for replacing or testing meters 1" or smaller.

Utility test all meters 1" or smaller at least every 10 years and replaces them at least every 20 years.

Ss. PSC 185.83(2) states "Station meters shall be maintained to ensure reasonable accuracy and shall have the accuracy checked at least once every 2 years." Are all station meters being tested every two years? Answer yes or no. If no, please explain.

Yes.

WATER OPERATING SECTION FOOTNOTES

Hydrants and Distribution System Valves (Page W-20)

General footnotes

Per Lead Water Operator

Number of Distribution System Values and number operated at end of 2004 was 631 and should have been 712 for number of values and operated.

In 2005-Number of distribution values was 726 and operated 50. Will operate the remainder in 2006.
